

EXHIBIT 119

From: Smith, Nicholas (Exchange)
Sent: Mon, 14 Feb 2005 15:22:46 GMT
To: Earl Smith (E-mail)
Subject: FW: Sub-prime due diligence

From: Calabrese Jr., Ernest (Exchange)
Sent: Monday, February 14, 2005 10:22:42 AM
To: Mongelluzzo, John (Exchange); Nocco, Mike (Exchange);
Nocella, Michael (Exchange); Trombetta, Steven (Exchange);
Sterling, Michelle Confidential Memo-Counsel (Exchange);
Dawkins, Eboni (Exchange); Elliott, David (Exchange);
Desai, Guy (Exchange); Rogers, Biff (Exchange)
Cc: Sears, Pattie (Exchange); Haggerty, Mary (Exchange);
Carrion, Jose (Exchange); Luck, Robin (Exchange);
Donahue, Jacqueline (Exchange); Hoyt, Dylan M (Exchange);
Hargis, Maria (Exchange); #WITS-CONDUIT; Smith, Nicholas (Exchange);
Durden, Robert R (Exchange)
Subject: RE: Sub-prime due diligence
Auto forwarded by a Rule

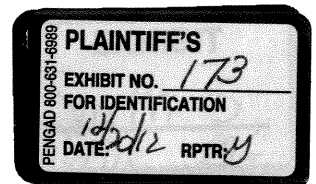
All, we are required to provide FNMA/FREDDIE with HMDA (Housing Goals) data on all conforming loans in our subprime securitizations (assuming that FNMA/FREDDIE purchase a bond). We are also required to exclude loans with certain characteristics from there pools. These are normally things that we get through due diligence. The desk will add a stip to the bid sheet for each trade that will either require the seller to provide this data or allow us to collect it when we do our review. I have attached a comprehensive list of all data fields that need to be collected.

Please make sure that this information is provided or collected on all whole loan trades with reduced samples. Call with questions/comments/issues.

<<HMDA - Addtl Fields.xls>>

-----Original Message-----

From: Mongelluzzo, John (Exchange)
Sent: Friday, February 11, 2005 2:15 PM
To: Nocco, Mike (Exchange); Nocella, Michael (Exchange); Trombetta, Steven (Exchange); Sterling, Michelle Confidential Memo-Counsel (Exchange); Cerchio, Diana (Exchange); Calabrese Jr., Ernest (Exchange); Dawkins, Eboni (Exchange); Elliott, David (Exchange); Desai, Guy (Exchange); Rogers, Biff (Exchange)
Cc: Sears, Pattie (Exchange); Haggerty, Mary (Exchange); Carrion, Jose



EMC-AMB 004374226

(Exchange)

Subject: Sub-prime due diligence

Mary informed us today that Chris Scott in order to make us more competitive on bids with larger sub-prime sellers is going to reduce the amount of required due diligence. This will be done on a trade by trade basis. Chris will inform us of which trades this will apply to. We will be doing 25% credit review, 100% compliance review and continue to perform the same real estate methodology for the entire pool. We will need to track which loans we do the credit due diligence on in WITS so that the loans can be placed in deals correctly (we will in all likelihood put the loans in different shelves based on the type of due diligence done). As we get more specifics we'll keep you apprised. If there are any questions please let us know.

Thanks,

John

John Mongelluzzo

Bear Stearns & Co.

383 Madison Avenue

11th floor

New York, NY 10179

Telephone: 212-272-7250

Fax: 917-849-1564

EMC-AMB 004374227

	A
1	NEEDED FIELDS
2	Number of Borrowers
3	Monthly Income - Combined
4	Monthly Housing Expense
5	APPRAISAL VALUE
6	BORROWER GENDER
7	COBORROWER_GENDER
8	BORROWER_RACE
9	COBORROWER_RACE
10	FIRST TIME HOME BYR
11	SALES_PRICE
12	MONTHLY DEBT EXPENSE
13	NOTE DATE
14	ELIGIBLE RENTS - UNIT 1
15	# OF BDROOMS - UNIT1
16	ELIGIBLE RENTS - UNIT 2
17	# OF BDROOMS - UNIT 2
18	ELIGIBLE RENTS - UNIT 3
19	# OF BDROOMS - UNIT 3
20	ELIGIBLE RENTS - UNIT 4
21	# OF BDROOMS - UNIT 4
22	B1 AGE
23	B2 AGE
24	YEAR BUILT
25	Mandatory Arbitration Flag
26	Debt Cancellation Agreement Flag
27	Points and Fees Percentage
28	Sellers Concession Percentage

CONFIDENTIAL